### 45.307-2 Acquiring special test equipment.

- (a) When special test equipment or components are known, the solicitation (and the contract) shall separately identify each item to be furnished by the Government or acquired or fabricated by the contractor for the Government. Individual items of less than \$5,000 may be grouped by category.
- (b) *Notice* and approval. Under negotiated contracts containing the clause at 52.245-18, Special Test Equipment, the contractor must notify the contracting officer if it intends to acquire or fabricate special test equipment. Within 30 days of receipt of the notice, the contracting officer shall—
- (1) Review the proposed items for necessity and proper classification as *special* test equipment;
- (2) Screen the availability of existing Government-owned test equipment in accordance with agency procedures; and
- (3) Notify the contractor, approving or disapproving the acquisition or fabrication and, if it is disapproved, state whether the equipment will be furnished by the Government.

[48 FR 42392, Sept. 19, 1983, as amended at 57 FR 60588, Dec. 21, 1992]

### 45.307-3 Contract clause.

The contracting officer shall insert the clause at 52.245–18, Special Test Equipment, in solicitations and contracts when contracting by negotiation and the contractor will acquire or fabricate special test equipment for the Government but the exact identification of the special test equipment to be acquired or fabricated is unknown.

[54 FR 48990, Nov. 28, 1989]

### 45.308 Providing Government production and research property "as is."

### 45.308-1 General.

(a) The contracting officer may provide Government production and research property on an ''as is'' basis for performing fixed-price, time-and-material, and labor-hour contracts. It may also be furnished under a facilities contract, in which case the contract shall state that the contractor will not be reimbursed for transporting, installing,

modifying, repairing, or otherwise making the property ready for use.

- (b) When the property is provided under other than a facilities contract, the solicitation shall state that—
- (1) Offerors may inspect the property before submitting offers and the conditions under which it may be inspected;
- (2) The property is offered in its current condition, f.o.b. present location (provide specific locations);
- (3) Offerors must satisfy themselves that the property is suitable for their use:
- (4) The successful offeror shall bear the cost of transporting, installing, modifying, repairing, or otherwise making the property suitable for use; and
- (5) Evaluations will be made in accordance with Subpart 45.2 to eliminate any competitive advantage resulting from using the property.

[54 FR 48990, Nov. 28, 1989]

#### 45.308-2 Contract clause.

The contracting officer shall insert the clause at 52.245–19, Government Property Furnished "As Is," in solicitations and contracts when a contract other than a consolidated facilities contract, a facilities acquisition contract, or a facilities use contract is contemplated and Government production and research property is to be furnished "as is" (see 45.106 for additional clauses that may be required).

[54 FR 48990, Nov. 28, 1989]

# 45.309 Providing Government production and research property under special restrictions.

- (a) Government production and research property, other than foundations and similar improvements necessary for installing special tooling, special test equipment, or plant equipment, shall not be installed or constructed on land not owned by the Government in such fashion as to be non-severable, unless the head of the contracting activity determines that the location is necessary, and the contract under which the property is provided contains—
- (1) A requirement for the contractor to reimburse the Government for the fair value of the property at contract

#### 45.310

completion or termination or within a reasonable time thereafter (for example, the provision may require the contractor to purchase the property at a value determined by appraisal or at a price equal to its acquisition cost less depreciation at a specified rate);

- (2) An option for the Government to acquire the underlying land; or
- (3) An alternative provision that the agency head considers adequate to protect the Government's interests.
- (b) If patent or other proprietary rights of a contractor may restrict the disposal of Government production and research property, the condition in either paragraph (a)(1) or (a)(3) above shall be satisfied before the property is provided.
- (c) If Government production and research property is not available to all offerors, the solicitation shall identify the offerors to whom the property is available.

# $\begin{array}{ccc} \textbf{45.310} & \textbf{Providing} & \textbf{agency-peculiar} \\ \textbf{property.} & \end{array}$

- (a) Agency-peculiar property may be furnished to contractors when necessary for use as a standard or model, for testing the contractor's end item where suitable commercial equipment is not available, to establish equipment compatibility, or for other reasons that the contracting officer determines to be in the Government's interest.
- (b) Agency-peculiar property may be furnished under a facilities contract, a supply or service contract containing the appropriate Government Property clause, or a special bailment agreement
- (c) Contracting officers shall provide special instructions for security, liability, maintenance, and/or property control, when agency-peculiar property requires special handling or safeguards.

## 45.311 Providing Government property by transfer.

Government property shall be transferred only if there is a requirement under the gaining contract. Transfers of Government property, as Government-furnished property, shall be documented by a modification to the gaining contract. A modification or other documentation listing all items of

property transferred is required for the losing contract.

[59 FR 67054, Dec. 28, 1994]

# Subpart 45.4—Contractor Use and Rental of Government Property

#### 45.400 Scope of subpart.

This subpart prescribes policies and procedures for contractor use and rental of Government production and research property.

### 45.401 Policy.

In performing Government contracts or subcontracts, Government production and research property in the possession of contractors or subcontractors shall be used to the greatest possible extent, provided that a competitive advantage is not conferred on the contractor or its subcontractors (see subpart 45.2). Prior approval of the contracting officer having cognizance of Government production and research property is required for any use, whether Government or non-Government, to ensure that the Government receives adequate consideration. Government use is defined as use in support of U.S. Government contacts and non-Government use is all other use (including direct commercial sales to domestic and foreign customers). As a general rule, Government use is on a rent-free basis. Non-Government use is on a rental basis. When Government production and research property is no longer required for the performance of Government contracts or subcontracts, it shall not continue to be made available to a contractor for non-Government use.

[51 FR 19717, May 30, 1986]

### 45.402 Authorizing use of Government production and research property.

(a) Contracting officers who believe it to be in the Government's interest for a prospective contractor or subcontractor to use existing Government production and research property shall authorize such use in the contract. The contracting officer shall confirm the availability of the property before authorizing its use on either a rental or rent-free basis.